

FRACTURE GRADIENT AND MAXIMUM INJECTION PRESSURE

INJECTOR E2

Fracture gradient

A fracture pressure gradient of 0.76 psi/ft is assumed for the injection zone. This is based on formation integrity tests in the [REDACTED] conducted on wells - [REDACTED]. CTV will conduct a step rate test in the injection zone as part of the pre-operational testing plan to confirm this fracture pressure gradient.

Maximum Injection Pressure

CTV will ensure that the injection pressure is below 90% of the injection zone fracture gradient at the top of perforations in the injection well (Table 1). CTV expects to operate the wells with a planned bottom hole injection pressure well below the maximum allowable injection pressure calculated using the fracture gradient and safety factor.

Table 1: Maximum Injection pressure

| Injection Pressure Details | Injection Well E2 |
|---|-------------------|
| Fracture gradient (psi/ft) | 0.76 |
| Maximum allowable injection pressure (90% of fracture pressure) (psi) | 4774 |
| Elevation corresponding to maximum injection pressure (ft TVD) | 6984 |
| Elevation at the top of the perforated interval (ft TVD) | 6984 |